



Norman H. Bangerter

Governor

Dee C. Hansen

Executive Director

Dianne R. Nielson, Ph.D.

Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

355 West North Temple

3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203

801-538-5340

October 7, 1988

TO: Board of Oil, Gas and Mining

THRU: Kenneth E. May, Associate Director, Mining *WLB for RSM*

THRU: Lowell P. Braxton, Administrator *LWB*

FROM: Holland Shepherd, Reclamation Soils Specialist *HS*

RE: Request for Board Concurrence on Form and Amount of Surety,
for the Transfer of Atlas Minerals' Mines to Energy Fuels,
Far West, M/037/019 and Patti Ann, M/037/003, San Juan
County, Utah

Energy Fuels Nuclear, Inc. has arranged with Atlas Minerals to assume four sites: the Far West, the Patti Ann, the Standard II, and the Ivy. All four sites are currently covered by a Board Contract with Atlas. Only two sites are over 5 acres, the Far West, and the Patti Ann, and therefore require bonding.

Energy Fuels has submitted the attached bonding and permit transfer information for Division approval. The bond amounts are based on estimates (attached) developed by Frank Filas. The bond estimates are less than the original Atlas figures because of a reduction in actual disturbed acreage. The original permit for the Far West indicated that 23 acres of disturbance would occur. Only 15 acres have actually been disturbed. The Patti Ann's disturbed acreage has been reduced from 10 to 9.4.

We have waived the requirement for a Reclamation Agreement (Form MR-RA) required under item #4 of the permit transfer form. These forms are not yet ready for use.

jb
Attachments
4/39

Far West, M/037/019

Description:

This mine used to be Atlas' Big Indian headquarters. The site now consists of approximately a dozen large butler buildings on a 15 acre pad area. An asphalt road accesses the site and will have to be reclaimed unless the BLM desires to keep it. One decline is also present on site. Atlas has completed a good deal of clean-up and salvage on this site.

<u>Item</u>	<u>Amount</u>	<u>Rate</u>	<u>Cost</u>
Remove Buildings	12 buildings	lump sum	\$10,000
Seal Portal	1	lump sum	1,000
Reclaim Road	60 hours FE Loader, D-7, haul truck	\$200/hr	12,000
Regrade pad area	D-7 24 hours	\$110/hr	2,600
Rip & Seed pad and road area (20 acres)	D-7 w/one laborer 16 hours	\$125/hr	2,000
Seed	20 acres	\$50/ac	1,000
		Subtotal	\$28,600
		10% Contingency	2,900
		Total in 1988 \$	\$31,500
		Escalation (2.3% for 5 years)	3,800
		Total in 1993 \$	\$35,300

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
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Salt Lake City, Utah 84180-1203
(801) 538-5340

TRANSFER OF NOTICE OF INTENTION
LARGE MINING OPERATIONS

---ooOoo---

1. (a) Notice of intention to be transferred (file number): ACT/037/019
(b) Name of mining operation: Far West Mine
(c) Location of mining operation (county): San Juan County
(d) Name, telephone number and mailing address of the operator currently holding the notice of intention (transferor):
Atlas Minerals
743 Horizon Ct., Suite 202
Grand Junction, CO 81506 (303) 243-5800
2. (a) Name, telephone number and mailing address of the operator acquiring the notice of intention (transferee):
Energy Fuels Nuclear, Inc.
1200 17th Street, Suite 2500
Denver, CO 80202 (303) 623-8317
(b) Name, telephone number and address of the authorized representatives of the Transferee to whom any notices under the provisions of the Utah Mined Land Reclamation Act may be sent:
M. D. Vincelette, Vice President, Operations
Energy Fuels Nuclear, Inc.
1200 17th St., Suite 2500, Denver, CO 80202 (303) 623-8317
3. (a) The total disturbed area identified in the approved notice of intention: 22.8 acres
(b) The actual number of acres disturbed by the operation through date of transfer: _____
(c) Attach a legal description of above acreages as Appendix "A" and a map of suitable scale with actual disturbed areas clearly shown and identified.
4. This application must be accompanied by a fully executed and signed Reclamation Agreement (Form MR-RA).

The Division waives this requirement, at this time.

LAB 10/2-66
Lowell P. Braxton, Administrator

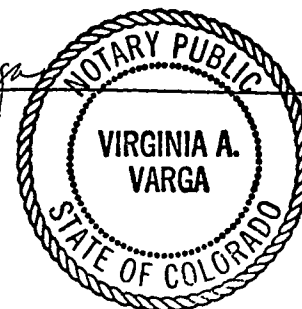
FINAL SWORN STATEMENT OF TRANSFeree

M. D. Vincelette being first duly sworn under oath,
depose and say that I am Vice President, Operations
(officer or agent)
of United Fuels Nuclear, Inc.; and that I am duly authorized to
(operator)
execute and deliver the foregoing obligations; that I have read the
application and fully understand the contents thereof; that all statements
contained in the transfer application are true and correct to the best of my
knowledge and belief. By execution of this statement, the Transferee agrees
to be bound by the terms and conditions of Notice of Intention
No. ACT/037/019, the Utah Mined Land Reclamation Act, and the Rules and
Regulations promulgated thereunder.

M. D. Vincelette
Signature
M. D. Vincelette
Name (Typed or Print)
Vice President, Operations
Title

Subscribed and sworn before me this 3rd day of October, 1988.

Virginia A. Varga
Notary Public



My commission Expires:

7/30, 1991.

State of Colorado)
City of Denver) ss.
County of Denver)

CERTIFICATION OF APPROVAL

This is to certify that I have examined the foregoing application and do hereby grant the same, subject to the following limitations and conditions:

- (a) This transfer of notice of intention grants only the right to affect the lands described in Appendix "A".
- (b) The transferee has provided to the Division a fully executed and signed Reclamation Agreement (Form MR-RA). The surety shall be effective on the date of transfer.
- (c) The transferee, or such other person as required by UCA 1953, Title 40-8, has acquired legal right to mine for lands described in Appendix "A".

COMMENTS:

APPROVED:

(Signature) _____

Director, Division of Oil, Gas and Mining

Effective Date: _____

NOI No.: _____

APPROVED AS TO FORM:

A AMICIV

(Signature) _____

Assistant Attorney General

APPENDIX A

FAR WEST MINE

LEGAL DESCRIPTION

Section(s) 28 Township(s) 29S Range(s) 24E

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
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The Division waives this requirement, at this time.

LDB 10/27-88

Lowell P. Braxton, Administrator

SWORN STATEMENT OF TRANSFER.

I, Robert T. Exby being first duly sworn under oath,
deposes and says that I am Vice President, Finance
(officer or agent)
of Atlas Minerals, a Division
of Atlas Corporation; and that I am duly authorized to
(operator)
execute and deliver the foregoing obligations; that I have read the said
application and fully know the contents thereof; that all statements contained
in the transfer application are true and correct to the best of my knowledge
and belief. By execution of this statement I certify that the Transferor is
in full compliance with the Utah Mined Land Reclamation Act, the Rules and
Regulations promulgated thereunder, and the terms and conditions of Notice of
Intention No. ACT/037/019.

Robert T. Exby
Signature

Robert T. Exby

Name (Typed or Print)

Vice President, Finance

Title

Subscribed and sworn before me this 3rd day of August, 1988.

Jane B. Nichols
Notary Public

My commission Expires:

September 23, 1989.

State of Colorado)

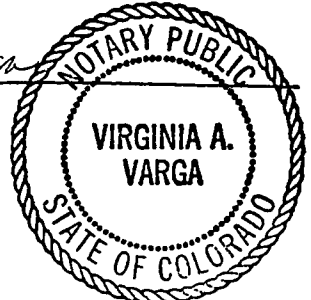
County of Mesa) ss.

FINAL SWORN STATEMENT OF TRANSFEREE

M. D. Vincelette being first duly sworn under oath,
depose and say that I am Vice President, Operations
(officer or agent)
of United Fuels Nuclear, Inc.; and that I am duly authorized to
(operator)
execute and deliver the foregoing obligations; that I have read the
application and fully understand the contents thereof; that all statements
contained in the transfer application are true and correct to the best of my
knowledge and belief. By execution of this statement, the Transferee agrees
to be bound by the terms and conditions of Notice of Intention
No. ACT/037/019, the Utah Mined Land Reclamation Act, and the Rules and
Regulations promulgated thereunder.

M D Vincelette
Signature
M. D. Vincelette
Name (Typed or Print)
Vice President, Operations
Title

Subscribed and sworn before me this 3rd day of October, 1988.

Virginia A. Varga
Notary Public


My commission Expires:

7/30, 1991.

State of Colorado)
City +) ss.
County of Denver)

CERTIFICATION OF APPROVAL

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COMMENTS:

APPROVED:

Dennis R. Nielson by Kenneth E. May
(Signature)
Director, Division of Oil, Gas and Mining

Effective Date: _____

NOI No.: _____

APPROVED AS TO FORM:

A. W. H. S. V.

(Signature)

Assistant Attorney General

APPENDIX A

FAR WEST MINE

LEGAL DESCRIPTION

Section(s) 28 Township(s) 29S Range(s) 24E

This Power of Attorney is granted pursuant to Article V. of the By-Laws of THE NORTH RIVER INSURANCE COMPANY, now in full force and effect.

ARTICLE V., Execution of Instruments: "The Chairman of the Board, Vice-Chairman of the Board, President, or any Vice-President, in conjunction with the Secretary, or any Secretary, if more than one shall be appointed by the Board, or an Assistant Secretary, shall have power on behalf of the Corporation:

(a) to execute, affix the corporate seal manually or by facsimile to, acknowledge, verify and deliver any contracts, obligations, instruments and documents whatsoever in connection with its business including, without limiting the foregoing, any bonds, guarantees, undertakings, recognizances, powers of attorney or revocations of any powers of attorney, stipulations, policies of insurance, deeds, leases, mortgages, releases, satisfactions and agency agreements;

(b) to appoint, in writing, one or more persons for any or all of the purposes mentioned in the preceding paragraph (a), including affixing the seal of the Corporation."

This Power of Attorney is signed and sealed under and by the authority of Article IV., Section 9. of the By-Laws of THE NORTH RIVER INSURANCE COMPANY as now in full force and effect.

ARTICLE IV. Section 9. Facsimile Signatures: "The signature of any officer authorized by the Corporation to sign any bonds, guarantees, undertakings, recognizances, stipulations, powers of attorney or revocations of any powers of attorney and policies of insurance issued by the Corporation may be printed facsimile, lithographed, or otherwise produced. . . . The Corporation may continue to use for the purposes herein stated the facsimile signature of any person or persons who shall have been such officer or officers of the Corporation, notwithstanding the fact that he may have ceased to be such at the time when such instruments shall be issued."

CERTIFICATE

State of New Jersey
County of Morris

I, the undersigned, Assistant Secretary of THE NORTH RIVER INSURANCE COMPANY, DO HEREBY CERTIFY that the foregoing POWER OF ATTORNEY remains in full force and effect and has not been revoked and furthermore that the above quoted abstracts of Article V. and Article IV., Section 9. of the By-Laws of the Company are now in full force and effect.

In Testimony Whereof, I have hereunto subscribed my name and affixed the corporate seal of the said Company, this

4th day of October 19 88.

By John K. Stewart
Assistant Secretary
John K. Stewart